

BOND ORDER AUTHORIZING THE ISSUANCE OF \$20,000,000  
GENERAL OBLIGATION STREET BONDS OF  
THE CITY OF DURHAM, NORTH CAROLINA

*WHEREAS*, the City of Durham, North Carolina (the “City”) desires to raise \$20,000,000 to provide funds to finance the capital costs of constructing, enlarging, extending and improving certain of the City streets; and

*WHEREAS*, an application has been filed with the Secretary of the Local Government Commission of North Carolina requesting Commission approval of the general obligation street bonds described as required by the Local Government Bond Act, and the City Clerk has notified the City Council that the application has been accepted for submission to the Local Government Commission.

*NOW, THEREFORE, BE IT ORDERED* by the City Council of the City of Durham, North Carolina, as follows:

Section 1. In order to raise the money required for the projects described above, in addition to any funds which may be made available for such purpose from any other source, general obligation street bonds of the City are hereby authorized and shall be issued pursuant to the Local Government Finance Act of North Carolina. The maximum aggregate principal amount of such general obligation street bonds authorized by this order shall be \$20,000,000.

Section 2. A tax sufficient to pay the principal of and interest on said general obligation street bonds when due shall be annually levied and collected.

Section 3. A sworn statement of the City’s debt has been filed with the City Clerk and is open to public inspection.

Section 4. This bond order shall take effect when approved by the voters of the City at a referendum scheduled for November 2, 2010.

The foregoing order was adopted on the 22<sup>nd</sup> day of July, 2010, and is hereby published on the \_\_\_\_ day of July, 2010. Any action or proceeding questioning the validity of the order must be begun within 30 days after the date of publication of this notice.

/s/ D. Ann Gray  
City Clerk  
City of Durham, North Carolina